

REVIEWED 4/6/05 WL

## STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940 APR 0 4 2005

DIV. OF OIL, GAS & MINING

## ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

| Ger | neral Information  |
|-----|--|
| 1.  | Report Time Period: From (mo./yr.) Ol Ol To (mo./yr.) 12/04                        |
| 2.  | DOGM File Number (Mine No): 5 053 028  |
| 3.  | Mine Name: Picture Springs No. 1 and No. 2   |
| 4.  | Mineral(s) Mined (or permitted to mine): Picture Sands fone                        |
| 5.  | Type of mine:   ✓ Surface Mine or   Underground Mine                               |
| 6.  | Legal Description (Location of Lands Affected):                                    |
|     | 1/4,1/4, <b>NE</b> 1/4, Section <b>23</b> , Township <b>415</b> , Range <b>14ω</b> |
|     | 1/4,1/4,1/4, Section, Township, Range  |
|     | 1/4,1/4,1/4, Section, Township, Range  |
| 7.  | Name of Operator or Company: Thirsty stone Resources In                            |
| 8.  | Permanent Street Address: 860 East 19th Street                                     |
|     | City, State, Zip: Tucson, AZ 85719   |
|     | Phone: (520) 623-1396 Fax: (520) 770-1854  |
| 9.  | Company Representative (or designated operator):                                   |
|     | Name: Susan Lindstrom  |
|     | Title: Controller  |
|     | Business Address: 860 East 19th Street   |
|     | City, State, Zip: Tucson AZ 85719  |
|     | Phone: (520) 623-1396 Fax: (520) 770-1554  |
|     | Please check if any of the above information has changed since previous year.      |
| Min | ning and Reclamation   |
| 1.  | Was there any mine related activity during the past year? Yes □ No □               |
| 2.  | If no - what was the last year of activity?  |
| 3.  | If yes - how much ore or mineral was mined?  |

| 4.             | Briefly describe the type of work performed, volume of material moved, and any new or   |
|----------------|---|
|                | additional surface disturbances that occurred during the past year.   |
|                |   |
| 5.             | How much additional acreage was disturbed during the past year?   |
| 6.             | How much acreage was reclaimed during the past year?  |
| 7.             | Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.           |
| 8.<br>9.       | What is the total disturbed acreage of entire project at years end? / O QSSume  |
| <b>7.</b>      | Briefly summarize any mining and/or reclamation plans for the upcoming year.  100 activity planned  |
| NOTE: Secti    | on III., "Additional Information" applies only to <u>large mining operations</u> .  |
| III. Additiona | al Information - R647-4-121.2 and .3  |
| 1.             | The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.     |
| 2.             | The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request. |
| IV. Signature  | <u>Requirement</u>  |
| I her          | beby certify that the foregoing is true and correct.  |
|                | Name (Typed or Print): Susan Lindstrom  |
|                | Title of Operator: Controller   |
|                | Signature of Operator: Suscin Jandan  |
|                | Date: 3-31-05   |
|                |   |

jb o:\forms\reports\MR-AR